STATE OF CALIFORNIA CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY STATE WATER RESOURCES CONTROL BOARD

DIVISION OF WATER RIGHTS

In the Matter of Permit 20907 (Application 29424)

Jess S. Jackson, Jr. Trustee

ORDER ISSUING AMENDED PERMIT

SOURCE: (1) Unnamed Stream tributary to Mud Slough thence Napa River thence San Pablo Bay

(2) Unnamed Stream tributary to Huichica Creek thence Hudeman Slough thence Second

Napa Slough

COUNTY: Napa

WHEREAS:

- 1. Permit 20907 was issued to Kendall-Jackson Winery, Ltd. on March 19, 1997 pursuant to Application 29424.
- 2. The Division of Water Rights (Division) records show the ownership for Permit 20907 was subsequently assigned to Jess S. Jackson, Jr., Trustee of the Katherine, Julia and Christopher Jackson 1995 Trust.
- 3. Division staff wrote to the permittee's agent on January 4, 2002 requesting proof of compliance with specified terms of Permit 20907. Through this correspondence, staff learned that the permittee has not constructed Reservoir No. 2 and Point of Diversion (POD) No. 3 as authorized in the permit. Instead the permittee has installed a sump at the site of Reservoir No. 2. The sump is used to pump water from the Unnamed Stream tributary to Huichica Creek to storage in Reservoir No. 1. The permittee indicated, in correspondence from his agent dated August 15, 2002, that he does not wish to construct Reservoir No. 2 or POD No. 3. The permittee has requested to have his permit corrected to: eliminate POD No. 3, change Reservoir No. 2 to a POD to offstream storage in Reservoir No. 1 with a maximum diversion amount of 30 acre-feet annually (afa) and a maximum diversion rate of 1.5 cubic feet per second (cfs), and reduce the total maximum annual diversion amount under this permit and License 18737A to 49 afa.
- 4. The State Water Resources Control Board (SWRCB) has determined that Permit 20907 shall be amended.
- 5. The SWRCB standard permit terms pertaining to continuing authority, water quality objectives, protection of endangered species, and the need for State Department of Fish and Game stream alteration agreement shall be updated or added to the amended permit.
- The SWRCB has determined the amended permit does not constitute an initiation of a new right, and does not injure prior rights or the public trust resources of the State.

THEREFORE, IT IS ORDERED:

The attached Amended Permit 20907 is issued, superseding former Permit 20907 issued on March 19, 1997. The priority of Amended Permit 20907 is March 2, 1989.

STATE WATER RESOURCES CONTROL BOARD

Victoria A. Whitney, Chief Division of Water Rights

Dated: **FEB**

FEB 18 2005

STATE OF CALIFORNIA CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY STATE WATER RESOURCES CONTROL BOARD

DIVISION OF WATER RIGHTS

AMENDED PERMIT FOR DIVERSION AND USE OF WATER

PERMIT __20907

Application 29424 of

1.

Jess S. Jackson, Jr.

Trustee of the Katherine, Julia and Christopher Jackson 1995 Trust

421 Aviation Boulevard Santa Rosa, CA 95403

filed on **March 2**, **1989**, has been approved by the State Water Resources Control Board (SWRCB) SUBJECT TO PRIOR RIGHTS and to the limitations and conditions of this permit.

Permittee is hereby authorized to divert and use water as follows:

Source:	Tributary to:	
(1) Unnamed Stream	Mud Slough thence	
	Napa River thence	
	San Pablo Bay	
(2) Unnamed Stream	Huichica Creek thence	
	Hudeman Slough thence	
	Second Napa Slough	
within the County of Napa		

2. Location of point of diversion

Source of water

By California Coordinate System of 1927, Zone 2	40-acre subdivision of public land survey or projection thereof	Section (Projected)	Township	Range	Base and Meridian
RESERVOIR NO. 1 North 209,800 feet and East 1,901,400 feet	NE¼ of NW¼	31	5N	4W	MD
DIVERSION TO OFFSTREAM STORAGE North 209,800 feet and East 1,898,700 feet	NW¼ of NW¼	31	5N	4W	MD

3. Purpose of use	4. Place of use	Section (Projected)	Township	Range	Base and Meridian	Acres
Recreation	Reservoir No. 1 within NE¼ of NW¼	31	5N	4W	MD	
Irrigation	SW¼ of SE¼	30	5N	4W	MD	11
	SE of SW	30	5N	4W	MD	1
	NW of NE	31	5N	4W	MD	13
	NE of NW	31	5N	4W	MD	31
	NW of NW	31	5N	4W	MD	27
	SE of NW	31	5N	4W	MD	1
to the second se	SW of NW	31	5N	4W	MD	20
	NW of SW	31	5N	4W	MD	2
	NE of NE	36	5N	5W	MD	2
					Total	108

The place of use is shown on map on file with the SWRCB.

5. The water appropriated shall be limited to the quantity, which can be beneficially used and shall not exceed a total of 49 acre-feet per annum (afa) from both sources to be collected from October 31 of each year to May 31 of the succeeding year. The maximum amount of water collected to storage from Unnamed Stream tributary to Mud Slough (Point of Diversion No. 1) shall not exceed 25 afa. The maximum amount of water diverted to offstream storage from Unnamed Stream tributary to Huichica Creek (Point of Diversion No. 2) shall not exceed 30 afa. (000005C)

This permit does not authorize collection of water to storage outside of the specified season to offset evaporation and seepage losses or for any other purpose.

(0000051)

The maximum rate of diversion to offstream storage at Point of Diversion No. 2 from Unnamed Stream tributary to Huichica Creek shall not exceed 1.5 cubic feet per second (cfs). (000005J)

The total quantity of water collected to storage under this permit and Permit 18737A (Application 26823A) shall not exceed 49 afa.

(000005L)

6. Complete application of the water to the authorized use shall be made by December 31, 2005. (0000009)

7. This permit is specifically subject to the prior rights of Beaulieu Winery, Beckstoffer Vineyard V, Clos Pegase Winery, Avatar Wine Partners, L.P., and their respective successors in interest, hereafter referred to as "parties".

(00T001)

8. Prior to making any diversions under this permit, permittee shall prepare a schematic plan of a metering and monitoring system to account for the water diverted from each source and the location where such water shall be stored. The plan shall be satisfactory to the Chief of the Division of Water Rights (Division). A copy of the plan shall be provided to the parties, or successors, prior to the Division Chief's approval. Prior to making any diversions under this permit, notification of the Division Chief's approval of the plan shall be provided to the parties, or successors, and the metering and monitoring system shall be installed and operational.

If the diversion or storage facilities are altered from those shown in the metering and monitoring plan, in a way which requires significant changes to the metering and monitoring system, or affects the parties, or successors prior rights, the metering and monitoring system shall be modified as necessary and appropriate to account for the water diverted from each source and the location where such water shall be stored. Any significant revisions to the metering and monitoring system shall be approved by the Division Chief. A notice of the request to revise the system including a description of the proposed changes shall be provided to the parties, or successors, prior to the Division Chief's approval. Prior to making any diversions under this permit, notification of the Division Chief's approval of the revised plan shall be provided to the parties, or successors, and the changes to the metering and monitoring system shall be installed and operational.

(0000999)

9. Whenever the prior storage rights of Beaulieu Winery under License 8959 issued pursuant to Application 20380, Beckstoffer Vineyards V under Permit 17475 issued pursuant to Application 25630, Clos Pegase under any permit issued pursuant to Application 29391, and Avatar Wine Partners, L.P. under Permit 20436 issued pursuant to Application 29096, are not satisfied by April 1 of any year, water collected to storage under this permit during the current collection season shall be immediately released at the maximum practicable rate to the extent necessary to satisfy said prior downstream storage rights. Permittee shall not be obligated to release water in the reservoir below the previous October 15 staff gage reading unless permittee has withdrawn water from the reservoir for consumptive purposes since October 15.

(0000051)

- 10. Permittee shall not interfere with Beckstoffer Vineyard V's ability to pump from Huichica Creek at a point of diversion within NW¼ of SW¼ of projected Section 6, T4N, R4W, MDB&M.

 (0350900)
- 11. Should Beaulieu Vineyard be unable to pump from Huichica Creek, pursuant to Application 20380, because of insufficient flows, permittee shall, upon demand by Beaulieu Vineyard, cease diversion in Unnamed Stream tributary to Huichica Creek until such time as flows are sufficient for both diverters, or the storage rights of Beaulieu Vineyard have been fulfilled.

(0350900)

12. Until such time that a reservoir is constructed at Point of Diversion No. 1 under Application 29096, and after permittee has collected his prior storage right of 24 af pursuant to Permit 18737A, permittee shall bypass all flows in the Unnamed Stream tributary to Mud Slough whenever the flow at said Point of Diversion No. 1 is less than the capacity of the diversion facility at said

Point of Diversion No. 1 for making diversion to offstream storage. Said bypass shall be made until the prior storage rights of Avatar Wine Partners, L. P., and any successors in interest, under Application 29096 have been satisfied during the current collection season. Upon construction of a storage reservoir at said Point of Diversion No. 1, after permittee has collected his prior storage right of 24 af pursuant to Permit 18737A, permittee shall bypass all flows in the Unnamed Stream tributary to Mud Slough until such time as the prior storage rights of Avatar Wine Partners, L.P., or successors in interest, pursuant to Application 29096 are satisfied during the current collection season.

(0160400)

13. Permittee shall provide a bypass around the Dam on Unnamed Stream tributary to Mud Slough, in order that water entering the reservoir which is not authorized for appropriation under this permit can be released. Before starting construction, permittee shall submit plans and specifications of the bypass facility to the Chief of the Division for approval. Before storing water in the reservoir, permittee shall furnish evidence which substantiates that the bypass facility has been installed. Evidence shall include photographs showing completed works or certification by a registered Civil or Agricultural Engineer.

(0050043)

- 14. For the purpose of determining the amount of water diverted from the Unnamed Stream tributary to Mud Slough and used under this permit, permittee shall install a staff gage in the Reservoir. (0100047)
- 15. Permittee shall provide a record of the October 1 staff gage reading with the next annual report required to be submitted to the SWRCB.

(0070400)

- 16. For the purposes of determining the amount of water diverted from the Unnamed Stream tributary to Huichica Creek for diversion to offstream storage, permittee shall install a device capable of measuring the rate and quantity of water diverted to offstream storage from Point of Diversion No. 2. (0100047)
- 17. For the protection of fish and wildlife in Huichica Creek, diversion under this permit from Point of Diversion No. 2 shall be subject to maintenance of the following minimum flows in Huichica Creek:
 - a) from October 31 through November 30, (2) two cubic feet per second;
 - b) from December 1 through February 29, (10) cubic feet per second;
 - c) from March 1 through May 31, (2) two cubic feet per second. No diversion from Point of Diversion No. 2 shall take place under this permit if the flow in Huichica Creek is, or would be reduced by such diversion, below the designated rates.

Permittee shall file a report with the Chief, Division of Water Rights by July 1 of each year containing the following information:

a) the dates, during the previous diversion season when water was diverted at Point of Diversion No. 2; and the flows measured in Huichica Creek and amount and rate of diversion from Point of Diversion No. 2, under this permit, on the dates during the previous diversion season when water was diverted at Point of Diversion No. 2.

No water shall be diverted under this permit from Point of Diversion No. 2 unless a device has been installed in Huichica Creek, satisfactory to the State Water Resources Control Board.

(0560900) (0360900)

18. No water shall be diverted under this permit until all devices required by this permit have been installed and are capable of measuring the amounts defined by this permit. All gages, measuring devices and/or bypass devices shall be satisfactory to the SWRCB and shall be properly maintained.

(0360900) (0100047)

19. Permittee shall allow designated representatives of Beckstoffer Vineyard V, Beaulieu Vineyard, Clos Pegase, and Avatar Wine Partners, L.P. and their successors in interest, reasonable access to the reservoir for the purpose of verifying staff gage readings and determining water levels in the reservoirs.

(0100047) (0110400)

20. Permittee shall cooperate with the Napa County Resource Conservation District (NCRCD) in carrying out the Natural Resource Protection and Enhancement Plan for the Huichica Creek Watershed in accordance with NCRCD's May 1993 document entitled: "Huichica Creek Watershed: Natural Resource Protection and Enhancement Plan", or any appropriate amendments thereto. A copy of this document is on file with the SWRCB.

(0400500)

21. The Permittee shall obtain all necessary state and local agency permits required by other agencies prior to construction and diversion of water. Copies of such permits and approvals shall be forwarded to the Chief of the Division.

(0000203)

ALL PERMITS ISSUED BY THE STATE WATER RESOURCES CONTROL BOARD ARE SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

- A. The amount authorized for appropriation may be reduced in the license if investigation warrants. (0000006)
- B. Progress reports shall be submitted promptly by permittee when requested by the SWRCB until a license is issued.

(0000010)

C. Permittee shall allow representatives of the SWRCB and other parties, as may be authorized from time to time by said SWRCB, reasonable access to project works to determine compliance with the terms of this permit.

(0000011)

D. Pursuant to California Water Code sections 100 and 275, and the common law public trust doctrine, all rights and privileges under this permit and under any license issued pursuant thereto, including method of diversion, method of use, and quantity of water diverted, are subject to the continuing authority of SWRCB in accordance with law and in the interest of the public welfare to protect public trust uses and to prevent waste, unreasonable use, unreasonable method of diversion of said water.

The continuing authority of the SWRCB may be exercised by imposing specific requirements over and above those contained in this permit with a view to eliminating waste of water and to meeting the reasonable water requirements of permittee without unreasonable draft on the source. Permittee may be required to implement a water conservation plan, features of which may include but not necessarily be limited to (1) reusing or reclaiming the water allocated; (2) using water reclaimed by another entity instead of all or part of the water allocated; (3) restricting diversions so as to eliminate agricultural tailwater or to reduce return flow; (4) suppressing evaporation losses from water surfaces; (5) controlling phreatophytic growth; and (6) installing, maintaining, and operating efficient water measuring devices to assure compliance with the quantity limitations of this permit and to determine accurately water use as against reasonable water requirements for the authorized project. No action will be taken pursuant to this paragraph unless the SWRCB determines, after notice to affected parties and opportunity for hearing, that such specific requirements are physically and financially feasible and are appropriate to the particular situation.

The continuing authority of the SWRCB also may be exercised by imposing further limitations on the diversion and use of water by the permittee in order to protect public trust uses. No action will be taken pursuant to this paragraph unless the SWRCB determines, after notice to affected parties and opportunity for hearing, that such action is consistent with California Constitution Article X, Section 2; is consistent with the public interest; and is necessary to preserve or restore the uses protected by the public trust.

(0000012)

E. The quantity of water diverted under this permit and under any license issued pursuant thereto is subject to modification by the SWRCB if, after notice to the permittee and an opportunity for hearing, the SWRCB finds that such modification is necessary to meet water quality objectives in water quality control plans which have been or hereafter may be established or modified pursuant to Division 7 of the Water Code. No action will be taken pursuant to this paragraph unless the SWRCB finds that (1) adequate waste discharge requirements have been prescribed and are in effect with respect to all waste discharges which have any substantial effect upon water quality in the area involved, and (2) the water quality objectives cannot be achieved solely through the control of waste discharges.

(0000013)

F. This permit does not authorize any act which results in the taking of a threatened or endangered species, or any act which is now prohibited, or becomes prohibited in the future, under either the California Endangered Species Act (Fish and Game Code sections 2050 to 2097) or the federal Endangered Species Act (16 U.S.C.A. sections 1531 to 1544). If a "take" will result from any act authorized under this water right, the permittee shall obtain authorization for an incidental take prior to construction or operation of the project. Permittee shall be responsible for meeting all requirements of the applicable Endangered Species Act for the project authorized under this permit.

(0000014)

G. Permittee shall maintain records of the amount of water diverted and used to enable the SWRCB to determine the amount of water that has been applied to beneficial use pursuant to Water Code Section 1605.

(0000015)

H. No work shall commence and no water shall be diverted, stored or used under this permit until a copy of a stream or lake alteration agreement between the State Department of Fish and Game and the permittee is filed with the Division. Compliance with the terms and conditions of the agreement is the responsibility of the permittee. If a stream or lake agreement is not necessary for this permitted project, the permittee shall provide the Division of Water Rights a copy of a waiver signed by the State Department of Fish and Game.

(0000063)

This permit is issued and permittee takes it subject to the following provisions of the Water Code:

Section 1390. A permit shall be effective for such time as the water actually appropriated under it is used for a useful and beneficial purpose in conformity with this division (of the Water Code), but no longer.

Section 1391. Every permit shall include the enumeration of conditions therein which in substance shall include all of the provisions of this article and the statement that any appropriator of water to whom a permit is issued takes it subject to the conditions therein expressed.

Section 1392. Every permittee, if he accepts a permit, does so under the conditions precedent that no value whatsoever in excess of the actual amount paid to the State therefor shall at any time be assigned to or claimed for any permit granted or issued under the provisions of this division (of the Water Code), or for any rights granted or acquired under the provisions of this division (of the Water Code), in respect to the regulation by any competent public authority of the services or the price of the services to be rendered by any permittee or by the holder of any rights granted or acquired under the provisions of this division (of the Water Code) or in respect to any valuation for purposes of sale to or purchase, whether through condemnation proceedings or otherwise, by the State or any city, city and county, municipal water district, irrigation district, lighting district, or any political subdivision of the State, of the rights and property of any permittee, or the possessor of any rights granted, issued, or acquired under the provisions of this division (of the Water Code).

STATE WATER RESOURCES CONTROL BOARD

Sleven Heulea
Victoria A. Whitney, Chief far
Division of Water Rights

Dated: FEB 1 8 2005

STATE OF CALIFORNIA CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY STATE WATER RESOURCES CONTROL BOARD



DIVISION OF WATER RIGHTS

PERMIT FOR DIVERSION AND USE OF WATER

PERMIT 20907

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Application 29424 of Kendall-J 421 Aviation Boulevard, Santa Rosa,		<u>d.</u>		 	
filed onMarch 2, 1989, has been SUBJECT TO PRIOR RIGHTS and to the lim	approved by the itations and cond			ces Cont	rol Board
1. Source:	Tribu	tary to:			
(1)(3) Unnamed Stream	Mud S	lough the	ence		
K	Napa	River the	ence		
	San P	ablo Bay			
(2) Unnamed Stream	Huich	ica Creek	thence		
	Hudem	an Slough	thence	******	
	Secon	d Napa Sl	ough		
2. Location of point of diversion:	40-acre subdivision of public land survey or projection thereof	Section *	Township	Range	Base and Meridian
By California Coordinate System, Zone 2					
1) RESERVOIR NO. 1 North 209,800 feet and East 1,901,400 feet	NE4 of NW4	31	5N	4W	MD
2) RESERVOIR NO. 2 North 209,800 feet and East 1,898,700 feet	NW ¹ 4 of NW ¹ 4	31	5N	4W	MD
3) DIVERSION TO OFFSTREAM STORAGE North 209,900 feet and East 1,901,750 feet	NW ¹ 4 of NE ¹ 4	31	5N	4W	MD
2000 1,001,700 1660	1444-4 OT 1412-4	1 71	214	7.00	1110

* projected

3. Purpose of use:	4. Place of use:	Section *	Township	Range	Base and Meridian	Acres
Recreation	Reservoir No. 1 within NE4 of NW4	31	5N	4W	MD	
	Reservoir No. 2 within NW4 of NW4	31	5N	4W	MD	
Irrigation	SW ¹ 4 of SE ¹ 4	30	5N	4W	MD	11
1111940101	SE of SW	30	5N	4W	MD	1 1
	NW of NE	31	5N	4W	MD	13
	NE of NW	31	5N	4W	MD	31
	NW of NW	31	5N	4W	MD	27
	SE of NW	31	5N	4W	MD	11
	SW of NW	31	5N	4W	MD	20
	NW of SW	31	5N	4W	MD	2
	NE of NE	36	5N	5W	MD	2
					TOTAL	108

* projected

The place of use is shown on map on file with the State Water Resources Control Board.

5. The water appropriated shall be limited to the quantity which can be beneficially used and shall not exceed a total of 55 acre-feet per annum to be collected from October 31 of each year to May 31 of the succeeding year as follows: 25 acre-feet per annum in Reservoir No. 1, and 30 acre-feet per annum in Reservoir No. 2. (0000005)

This permit does not authorize collection of water to storage outside of the specified season to offset evaporation and seepage losses or for any other purpose. (000005I)

The maximum rate of diversion to offstream storage at Point of Diversion No. 3 shall not exceed 1.5 cubic feet per second. (000005J)

- 6. The total quantity of water diverted at Points of Diversion No. 1 and No. 3 from Unnamed Stream tributary to Mud Slough to storage in Reservoir No. 1 under this permit, together with that diverted under Permit 18737A issued pursuant to Application 26823A, shall not exceed 49 acre-feet per annum. (0000114)
- 7. The amount authorized for appropriation may be reduced in the license if investigation warrants. (0000006)
- 8. Construction work shall be prosecuted with reasonable diligence and shall be completed by December 31, 2001. (0000008)
- 9. Complete application of the water to the authorized use shall be made by December 31, 2005. (0000009)
- 10. Progress reports shall be submitted promptly by permittee when requested by the State Water Resources Control Board until a license is issued. (0000010)

Permit	20907	
T CT IIIIT		

26. Permittee shall cooperate with the Napa County Resource Conservation District (NCRCD) in carrying out the Natural Resource Protection and Enhancement Plan for the Huichica Creek Watershed in accordance with NCRCD's May 1993 document entitled: "Huichica Creek Watershed: Natural Resource Protection and Enhancement Plan", or any appropriate amendments thereto. A copy of this document is on file with the State Water Resources Control Board.

27. For the protection of fish and wildlife and to control excessive erosion, Permittee shall plant a minimum of one tree and two shrubs for every 15 feet of shoreline of Reservoir No. 2 as measured at the high water mark. Such trees and shrubs must be consistent with those found within the area and shall be approved by the California Department of Fish and Game prior to furnishing and planting by Permittee. Trees and shrubs shall be at least five gallon size and one gallon size respectively, and shall be planted within 100 yards of the shoreline. The trees shall be planted within one year after completing construction of the dam at Point of Diversion No. 2, and shall be maintained such that 75 percent of the trees will have survived after three years. Trees may be planted in groves to maximize wildlife benefits. Cattails and bulrushes, if established naturally, shall be retained by Permittee along the perimeter of the reservoir to provide wildlife habitat and bank stabilization.

After completion of the tree planting program, photo documentation showing the trees and the reservoir shall be submitted to the Chief of the Division of Water Rights.

(0400500)

This permit is issued and permittee takes it subject to the following provisions of the Water Code:
Section 1390. A permit shall be effective for such time as the water actually appropriated under it is used for a useful and beneficial purpose in conformity with this division (of the Water Code), but no longer.

Section 1391. Every permit shall include the enumeration of conditions therein which in substance shall include all of the provisions of this article and the statement that any appropriator of water to whom a permit is issued takes it subject to the conditions therein expressed.

Section 1392. Every permittee, if he accepts a permit, does so under the conditions precedent that no value whatsoever in excess of the actual amount paid to the State therefor shall at any time be assigned to or claimed for any permit granted or issued under the provisions of this division (of the Water Code), or for any rights granted or acquired under the provisions of this division (of the Water Code), in respect to the regulation by any competent public authority of the services or the price of the services to be rendered by any permittee or by the holder of any rights granted or acquired under the provisions of this division (of the Water Code) or in respect to any valuation for purposes of sale to or purchase, whether through condemnation proceedings or otherwise, by the State or any city, city and county, municipal water district, irrigation district, lighting district, or any political subdivision of the State, of the rights and property division (of the Water Code).

Dated:

MARCH 19 1997

STATE WATER RESOURCES CONTROL BOARD

WR 14-2 (6-94)